## CITY COUNCIL MINUTES WORK SESSION OCTOBER 26, 1988

The meeting was opened by Ken Martin of the Boundary Commission at 4:35 p.m. at the Milwaukie Center. Present were Roger Hall, Craig Lomnicki, Bill Fitzgerald, and Mike Richmond (arrived at 4:40 p.m.). Also present were Mike Swanson and Dave Abraham of Clackamas County; City Manager Pro-Tem Smith, City Attorney Ramis, Assistant to the City Manager Miller, Public Works Director Bailey, Community Development Director Adams, and Development Coordinator Nickel.

Ken Martin discussed sewers in the Johnson Creek basin and the perceived need for a safety net provision for low income residents in the area. Martin said the County appears to be saying that an area-wide provision is necessary in order to fund the safety net.

Dave Abraham explained the study had been done by the County in response to DEQ. The study describes the area, names the possible service providers, and sets out costs. Using demographic figures from the 1980 census, the study identified low-income as families of four with an annual income under \$22,000. The safety net for these families would be approximately \$800,000. Abraham said a 10-year build out of service was anticipated. The safety net would not be a grant; the assessments would be deferred until the properties were sold. Abraham stated that the report did not make a recommendation for a particular service provider. The public process would ultimately determine who provides sewer service.

Ken Martin asked if the County were concerned that it would not receive repayment of deferred assessments if the area were annexed by the City. Abraham explained it was not these assessments that were the concern, but the initial costs to Portland. Portland had offered three alternatives.

Dave Abraham said that the district's preference would be payment of a portion of capital costs based on the portion of service reserved for this area. It would be bought in increments.

There was general discussion of ways to ensure the County service District was repaid for up front costs. There was no agreement that the City and County would jointly conduct the public hearing process and have a joint adoption of the results. The County expressed a concern that if the City were a joint participant, other service providers (water, fire, etc.) should also be invited to jointly participate.

Ken Martin summed up the meeting to this point. He said the County intends to go forward with its plans for comments, and from the comments, make a decision on the action to take. He indicated the City wants joint participation in the County process, but the County does not agree to that. Martin said if the City and County are unable to agree, then each annexation case will have to be addressed on an individual basis.

When asked about the potential effect on the district, if the City were to provide sewers to this area, Abraham replied that there would be no impact on the Service District. The impact would occur if the City were to annex the area to the south.

Councilmember Fitzgerald left the meeting at 6:25 p.m. Mayor Hall left the meeting at 6:30 p.m.

City representatives indicated the City was also requested by DEQ to submit a plan to provide sewer service to the area. If it were not a joint process, the City may need to conduct its own process to adopt the findings of the technical report and determine who should service this area.

Dave Abraham indicated he was unaware of the letter to the City. Ken Martin said he would contact DEQ to find out if joint adoption by the County and City were necessary.

The meeting ended at 6:50 p.m.